

PURPOSE

This budget provides funding for debt service payments, including bonds and lease-purchase agreements, for nonschool projects. It also provides for a contingency reserve to pay for needs caused by unforeseen events falling into three categories: 1) Catastrophic reserves, to provide limited emergency funds in the event of natural or man-made disasters; 2) Operational reserves, to provide additional funds for limited unexpected service needs; and 3) Revenue reserves, to provide limited funds to smooth fluctuations in revenues caused by changes in economic conditions. A negative contingency captures savings created by personnel turnover

BUDGET SUMMARY

	FY 03 Budget	FY 04 Adopted Plan	FY 04 Adopted
Debt Service	\$ 1,670,000	\$ 1,753,000	\$ 1,753,000
Innovation/Process Improvement	15,000	15,000	15,000
Contingency	664,111	543,233	690,533
Contributions/Escrows:			
Economic Development Incentives	500,000	500,000	0
VDOT Road Match	250,000	500,000	500,000
Road Improvements	0	0	150,000
Underground Utilities	510,000	540,000	369,500
Matching Funds - Bikeways	194,000	300,000	205,000
Housing Development Fund	200,000	100,000	100,000
Water Quality Improvements	180,000	0	150,000
Chickahominy Resource Center	50,000	50,000	50,000
Neighborhood Parks	25,000	25,000	25,000
Contingency for School Grounds	0	335,951	0
Personnel Contingency	(421,902)	(436,231)	(436,231)
Total	\$ 3,836,209	\$ 4,225,953	\$ 3,571,802

BUDGET COMMENTS

Contingency is estimated about one half of 1 percent of the total General Fund budget in an effort to establish a small fund for possible contingent events. A small reserve is continued to provide “seed” money for departments to develop approved innovation projects and process improvement. Economic Development incentives are not proposed to be funded this year as funds from previous years are still available for this purpose. Road Improvements previously shown in the CIP Budget are now shown here. Funding for restoration of impaired stream segments to improve the water quality is also included. The Contingency for School Grounds planned has been moved to the Contribution to the Schools. A negative personnel contingency is established to capture turnover savings.